

**HOMETOWN BANCSHARES, INC.**

	CPP Disbursement Date 02/13/2009	RSSD (Holding Company) 2955300	Number of Insured Depository Institutions 1		
Selected balance and off-balance sheet items	2011 \$ millions	2012 \$ millions	%chg from prev		
Assets	\$128	\$135	5.6%		
Loans	\$91	\$95	3.6%		
Construction & development	\$4	\$4	15.4%		
Closed-end 1-4 family residential	\$32	\$31	-2.1%		
Home equity	\$2	\$2	-16.4%		
Credit card	\$0	\$0			
Other consumer	\$4	\$4	0.5%		
Commercial & Industrial	\$9	\$10	6.9%		
Commercial real estate	\$30	\$34	14.0%		
Unused commitments	\$7	\$8	13.1%		
Securitization outstanding principal	\$0	\$0			
Mortgage-backed securities (GSE and private issue)	\$6	\$9	56.0%		
Asset-backed securities	\$0	\$0			
Other securities	\$12	\$16	37.5%		
Cash & balances due	\$7	\$8	8.8%		
Residential mortgage originations					
Closed-end mortgage originated for sale (quarter)	\$0	\$0			
Open-end HELOC originated for sale (quarter)	\$0	\$0			
Closed-end mortgage originations sold (quarter)	\$0	\$0			
Open-end HELOC originations sold (quarter)	\$0	\$0			
Liabilities	\$116	\$122	5.5%		
Deposits	\$106	\$111	4.7%		
Total other borrowings	\$9	\$11	15.2%		
FHLB advances	\$5	\$5	0.0%		
Equity					
Equity capital at quarter end	\$12	\$13	6.6%		
Stock sales and transactions with parent holding company (cumulative through calendar year)	\$0	\$0	NA		
Performance Ratios					
Tier 1 leverage ratio	9.5%	9.6%	--		
Tier 1 risk based capital ratio	13.3%	13.2%	--		
Total risk based capital ratio	14.5%	14.4%	--		
Return on equity <sup>1</sup>	3.9%	5.3%	--		
Return on assets <sup>1</sup>	0.4%	0.5%	--		
Net interest margin <sup>1</sup>	4.6%	4.4%	--		
Coverage ratio {(ALLL+Alloc transfer risk)/Noncurrent loans}}	60.9%	74.4%	--		
Loss provision to net charge-offs (qtr)	164.1%	72.8%	--		
Net charge-offs to average loans and leases <sup>1</sup>	0.2%	0.8%	--		
<sup>1</sup> Quarterly, annualized.					
	Noncurrent Loans		Gross Charge-Offs		
Asset Quality (% of Total Loan Type)	2011	2012	2011	2012	
Construction & development	6.8%	0.0%	0.1%	0.0%	--
Closed-end 1-4 family residential	3.8%	3.9%	0.0%	0.0%	--
Home equity	0.0%	0.0%	0.0%	0.0%	--
Credit card	0.0%	0.0%	0.0%	0.0%	--
Other consumer	0.2%	0.3%	0.3%	0.0%	--
Commercial & Industrial	3.5%	3.4%	0.0%	1.6%	--
Commercial real estate	1.6%	0.3%	0.0%	0.0%	--
Total loans	2.5%	1.8%	0.1%	0.2%	--